

NEW SUBSECTION. 14. "Mobile home" means mobile home as defined in section 321.1, subsection 68, paragraph "a".

Sec. 19. Section 423.4, Code 1985, is amended by adding the following new subsections:

NEW SUBSECTION. 10. Vehicles registered under chapter 326 and used substantially in interstate commerce, section 423.5 notwithstanding. For purposes of this subsection, "substantially in interstate commerce" means that a minimum of twenty-five percent of the miles operated by the vehicle accrues in states other than Iowa. This subsection applies only to vehicles which are registered for a gross weight of thirteen tons or more.

NEW SUBSECTION. 11. Mobile homes the use of which has previously been subject to the tax imposed under this chapter and for which that tax has been paid.

NEW SUBSECTION. 12. Mobile homes to the extent of the portion of the purchase price of the mobile home which is not attributable to the cost of the tangible personal property used in the processing of the mobile home. For purposes of this exemption, the portion of the purchase price which is not attributable to the cost of the tangible personal property used in the processing of the mobile home is forty percent.

Approved May 30, 1985

CHAPTER 232

TAX ON RESEARCH-SERVICE FACILITIES

S.F. 576

AN ACT relating to the granting of a partial real property tax credit for new construction of research-service facilities.

Be It Enacted by the General Assembly of the State of Iowa:

Section 1. Section 427B.1, unnumbered paragraph 1, Code 1985, is amended to read as follows:

A city council, or a county board of supervisors as authorized by section 427B.2, may provide by ordinance for a partial exemption from property taxation of the actual value added to industrial real estate by the new construction of industrial real estate, research-service facilities, warehouses, distribution centers and the acquisition of or improvement to machinery and equipment assessed as real estate pursuant to section 427A.1, subsection 1, paragraph "e". New construction means new buildings and structures and includes new buildings and structures which are constructed as additions to existing buildings and structures. New construction does not include reconstruction of an existing building or structure which does not constitute complete replacement of an existing building or structure or refitting of an existing building or structure, unless the reconstruction of an existing building or

structure is required due to economic obsolescence and the reconstruction is necessary to implement recognized industry standards for the manufacturing and processing of specific products and the reconstruction is required for the owner of the building or structure to continue to competitively manufacture or process those products which determination shall receive prior approval from the city council of the city or the board of supervisors of the county upon the recommendation of the Iowa development commission. The exemption shall also apply to new machinery and equipment assessed as real estate pursuant to section 427A.1, subsection 1, paragraph "e", unless the machinery or equipment is part of the normal replacement or operating process to maintain or expand the existing operational status. "Research-service facilities" means a building or group of buildings devoted primarily to research and development activities, including, but not limited to, the design and production or manufacture of prototype products for experimental use, and corporate-research services which do not have a primary purpose of providing on-site services to the public. Warehouse means a building or structure used as a public warehouse for the storage of goods pursuant to chapter 554, article 7, except that it does not mean a building or structure used primarily to store raw agricultural products or from which goods are sold at retail. Distribution center means a building or structure used primarily for the storage of goods which are intended for subsequent shipment to retail outlets. Distribution center does not mean a building or structure used primarily to store raw agricultural products, used primarily by a manufacturer to store goods to be used in the manufacturing process, used primarily for the storage of petroleum products, or used for the retail sale of goods.

Approved May 30, 1985

CHAPTER 233
ABANDONED ACCOUNTS
H.F. 740

AN ACT relating to the abandonment of funds or a deposit in a banking or financial organization.

Be It Enacted by the General Assembly of the State of Iowa:

Section 1. Section 556.2, subsection 1, Code 1985, is amended by adding the following new lettered paragraph:

NEW LETTERED PARAGRAPH. e. Been sent any written correspondence, notice or information by first class mail regarding the deposit by the banking organization on or after the effective date of this Act, if the correspondence, notice or information is not returned to the bank organization for nondelivery and if the bank organization maintains a record of all returned mail.

Sec. 2. Section 556.2, subsection 2, Code 1985, is amended by adding the following new lettered paragraph: